

ORDINANCE NO. 023-142

AN ORDINANCE AUTHORIZING
AWARD OF A CONTRACT TO
CAREMARKPCS HEALTH, L.L.C.
FOR PHARMACY BENEFIT
MANAGEMENT SERVICES

WHEREAS, The Chicago Transit Authority (“Authority”) offers prescription drug benefits to its full-time union and non-union employees and their dependents; and

WHEREAS, The Authority is self-insured for prescription drug expenditures but requires a firm to administer its Pharmacy Benefit Management Services program, and the current contract for administration of the program ends December 31, 2023; and

WHEREAS, The Authority, through public advertisement under Requisition No. B23OP01980, along with the City of Chicago, Chicago Public Schools, Chicago Park District, City Colleges of Chicago, and the CTA Retiree Healthcare Trust (collectively, the “Agencies”) sought proposals from qualified firms for Pharmacy Benefit Management Services; and

WHEREAS CaremarkPCS Health, L.L.C.’s proposal was determined to be the most advantageous; and

WHEREAS, Staff recommends a contract award to CaremarkPCS Health, L.L.C. for a term of three (3) years with two (2) funded one-year options for a total amount, including the cost of prescription drugs, of Two Hundred Twenty-Five Million Dollars (\$225,000,000.00); now, therefore:

BE IT ORDAINED BY THE CHICAGO TRANSIT BOARD
OF THE CHICAGO TRANSIT AUTHORITY:

SECTION 1. The Chairman of the Chicago Transit Board, the President of the Authority, and the Vice President of Purchasing and Supply Chain, or their designees, are hereby authorized to execute a contract with CaremarkPCS Health, L.L.C. for Pharmacy Benefit Management Services beginning January 1, 2024 for a term of three (3) years with two (2) funded one-year options for a total amount of Two Hundred Twenty-Five Million Dollars (\$225,000,000.00).

SECTION 2. The Chairman, President, and Vice President of Purchasing and Supply Chain, or their designees, are further authorized to take such actions and execute such documents as may be necessary to implement the objectives of this ordinance.

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SECTION 3. This ordinance shall be in full force and effect from and after its passage.

APPROVED:

Chairman

November 15, 2023

PASSED:

Secretary

November 15, 2023